GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:887
ANSWERED ON:06.03.2007
FDI
Scindia Shri Jyotiraditya Madhavrao

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether Foreign Direct Investment (FDI) is likely to cross $11 billion during the year 2006-2007;

(b) if so, the details thereof and how the same compare with corresponding figures for the last three years, sector-wise and industry-wise; and

(c) the steps taken / proposed to be taken by the Government in order to ensure a balanced growth?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI ASHWANI KUMAR)

(a): Yes, Sir.

(b): Foreign Direct Investment (FDI) inflows into equity capital during the last three years are as under:

Year	Equity Capital Inflow (US$ billion)
2003-04	2.22
2004-05	3.22
2005-06	5.55
2006-07 (Upto Dec. 2006)	9.23

Sector-wise statement of year-wise FDI inflows during April 2003 to December 2006 is at Annex.

(c): In order to have a balanced industrial development in the country, Government has offered concessions to both domestic and foreign investors, in the form of excise exemption, income tax exemption and investment subsidy for promoting industrial activities in the States of North East, Sikkim, Jammu & Kashmir, Himachal Pradesh and Uttaranchal. Development of industrially backward areas including in the hinterland and rural areas is a priority of the Government.

ANNEX

STATEMENT REFERRED TO IN REPLY TO PART (b) OF THE LOK SABHA UNSTARRED QUESTION NO. 887 FOR ANSWER ON 6-3-2007

STATEMENT ON FINANCIAL YEAR WISE FDI INFLOWS FROM APRIL 2003 To DECEMBER 2006

(Amount in million)

Sl No	Sector	2003-04 Apr-Mar FDI in Rs	FDI in US$	2004-05 Apr-Mar FDI in Rs	FDI in US$	2005-06 Apr-Mar FDI in Rs	FDI in US$	2006-07 Apr-Dec FDI in Rs	FDI in US$	Total FDI in Rs	FDI in US$
1	METALLURGICAL INDUSTRIES	1,460.60	31.75	8,809.50	192.30	6,808.39	153.04	6,781.08	148.24	23,859.56	525.34
2	FUELS (POWER & OIL REFINERY)	5,209.42	113.25	7,590.04	166.43	4,157.06	93.52	8,723.06	191.96	25,679.59	565.15
3	BOILERS AND STEAM GENERATING PLANTS	1.97	0.04	23.40	0.54	0.00	0.00	149.85	3.25	175.22	3.83
4	PRIME MOVERS OTHER THAN ELECTRICAL	0.00	0.00	2.49	0.05	0.00	0.00	0.00	0.00	2.49	0.05
5	ELECTRICALS EQUIPMENT (INCL S/W & ELEC)	24,493.21	532.46	32,805.83	722.37	64,990.63	1,449.07	65,463.78	1,428.74	187,753.46	4,132.65
6	TELECOMMUNICATIONS	5,319.54	115.64	5,884.06	128.75	30,234.63	678.60	22,166.77	490.24	63,604.99	1,413.23
7	TRANSPORTATION INDUSTRY	14,171.34	308.07	8,150.97	178.70	9,829.92	222.04	16,773.41	367.83	48,925.64	1,076.65

8 INDUSTRIAL MACHINERY	139.26	3.03	407.36	8.89	1,875.21	42.80	739.49	16.25	3,161.32	70.96
9 MACHINE TOOLS	2,507.48	54.51	507.27	11.04	1,002.51	23.00	1,567.84	34.28	5,585.10	122.83
10 AGRICULTURAL MACHINERY	1.09	0.02	0.10	0.00	4,159.70	92.71	1,145.23	25.19	5,306.12	117.93
11 EARTH-MOVING MACHINERY	0.54	0.01	4.69	0.10	2,313.00	50.87	45.79	0.99	2,364.02	51.97
12 MISCELLANEOUS MECHANICAL & ENGINEERING	1,000.65	21.75	567.26	12.34	2,262.07	51.26	2,303.36	50.04	6,133.34	135.40
13 COMMERCIAL, OFFICE & HOUSEHOLD EQUIPMENT	409.57	8.90	624.62	14.12	1,114.14	25.54	207.20	4.55	2,355.54	53.12
14 MEDICAL AND SURGICAL APPLIANCES	92.58	2.01	240.53	5.25	67.21	1.53	78.85	1.72	479.18	10.50
15 INDUSTRIAL INSTRUMENTS	41.59	0.90	49.45	1.08	16.94	0.38	0.00	0.00	107.99	2.36
16 SCIENTIFIC INSTRUMENTS	0.74	0.02	1.37	0.03	4.50	0.10	3.40	0.07	10.01	0.22
17 FERTILIZERS	992.85	21.58	619.05	13.46	193.13	4.24	228.23	5.01	2,033.26	44.29
18 CHEMICALS (OTHER THAN FERTILIZERS)	936.90	20.37	9,086.75	198.07	19,790.58	446.55	6,719.62	147.13	36,533.84	812.12
19 PHOTOGRAPHIC RAW FILM AND PAPER	13.55	0.29	276.16	6.30	0.00	0.00	126.03	2.72	415.73	9.31
20 DYE-STUFFS	20.00	0.43	54.20	1.18	0.00	0.00	0.00	0.00	74.20	1.61
21 DRUGS AND PHARMACEUTICALS	5,016.72	109.06	13,429.09	292.07	7,597.02	172.44	7,148.35	157.33	33,191.18	730.90
22 TEXTILES (INCLUD DYED, PRINTED)	428.45	9.31	1,968.37	43.04	4,146.68	94.33	4,383.37	97.60	10,926.87	244.27
23 PAPER AND PULP INCLUDING PAPER PRODUCT	316.80	6.89	124.14	2.70	1,229.04	27.38	225.68	4.96	1,895.66	41.92
24 SUGAR	2.47	0.05	135.09	2.94	131.04	3.00	703.81	15.74	972.41	21.72
25 FERMENTATION INDUSTRIES	78.16	1.70	416.42	9.13	285.74	6.53	198.68	4.30	979.01	21.67
26 FOOD PROCESSING INDUSTRIES	5,108.53	111.06	1,740.84	38.06	1,829.43	41.74	2,218.33	48.49	10,897.14	239.36
27 VEGETABLE OILS AND VANASPATI	77.87	1.69	410.32	9.09	540.01	12.31	100.31	2.19	1,128.52	25.28
28 SOAPS, COSMETICS AND TOILET PREPARATIONS	0.00	0.00	40.95	0.89	3,884.87	88.51	17.60	0.39	3,943.42	89.79
29 RUBBER GOODS	293.12	6.37	1,841.78	40.06	1,507.73	34.01	837.16	18.08	4,479.80	98.53
30 LEATHER, LEATHER GOODS AND PICKERS	321.81	7.00	20.26	0.44	48.88	1.11	351.44	7.71	742.40	16.26
31 GLASS	241.15	5.24	384.74	8.36	35.42	0.81	64.26	1.43	725.56	15.85
32 CERAMICS	67.82	1.47	1,230.86	26.79	250.25	5.59	1,985.78	44.48	3,534.71	78.33
33 CEMENT AND GYPSUM PRODUCTS	440.40	9.57	7.30	0.16	19,698.17	452.08	9,520.07	209.62	29,665.93	671.43
34 TIMBER PRODUCTS	5.00	0.11	3.12	0.07	4,656.42	106.85	0.00	0.00	4,664.54	107.03
35 DEFENCE INDUSTRIES	0.00	0.00	2.37	0.05	0.00	0.00	0.00	0.00	2.37	0.05
36 CONSULTANCY SERVICES	2,571.31	55.90	11,668.34	253.94	2,064.38	46.89	4,874.90	105.99	21,178.93	462.72
37 SERVICE SECTOR	12,352.73	268.54	21,055.34	470.62	25,650.44	581.37	173,285.77	3,820.32	232,344.28	5,140.85
38 HOTEL & TOURISM	2,268.03	49.31	1,688.49	37.01	3,155.94	71.78	7,532.12	165.64	14,644.58	323.73
39 TRADING	1,046.64	22.75	657.23	14.56	1,234.28	27.82	3,646.99	79.97	6,585.14	145.11
40 MISCELLANEOUS INDUSTRIES	13,191.08	286.76	13,997.05	307.71	19,078.29	429.91	71,063.84	1,567.58	117,330.27	2,591.96
41 Acquisition of Shares	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42 Advance of Inflow	18,807.56	408.86	24,851.48	540.25	0.00	0.00	0.00	0.00	43,659.04	949.11
43 Stock Swapped	1,725.00	37.50	0.00	0.00	283.71	6.45	0.00	0.00	2,008.71	43.95
Grand Total	121,173.55	2,634.21	171,378.71	3,758.94	246,127.37	5,546.16	421,381.45	9,270.05	960,061.08	21,209.35

Note: 1. The Sector specific amount includes the Inflows Received through SIA/FIPB route, acquisition of existing shares and RBI's automatic route only.
2. Inflows through ADRs/GDRs/FCCBs, against FDI approvals have not been included.
3. Inflows Includes ' Equity Capital Components' only.